

# **United States Department of the Interior**



BUREAU OF LAND MANAGEMENT
Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155
http://www.blm.gov

IN REPLY REFER TO: 3809 (UT-924-OA) UTU-66378 JUL 12 2004

DIV OF OIL GAS & MINING

July 8, 2004

# CERTIFIED MAIL-RETURN RECEIPT REQUESTED

#### **DECISION**

Obligor/Operator:

Alan Chew

P. O. Box 286

Jensen, UT 84035

Financial Institution:
First National Bank of the Rockies

P. O. Box 700 Hayden, CO 81639 Notice Operation: UTU-66378

Bond Amount:

\$2,300.00

<u>Financial Guarantee Accepted</u> Notice Extended

A notice extending the above-mentioned 3809 notice was filed with the Vernal Field Office, Bureau of Land Management (BLM). The reclamation cost estimate is determined to be \$2,278.12 for the above-mentioned notice operation.

On July 6, 2004, this office received a Surface Management Personal Bond contract and evidence of a certificate of deposit (CD) account as the financial guarantee for the bond in the amount of \$2,300 to secure a bond for the notice identified above. The bond and the financial document have been examined and found satisfactory. The financial guarantee is accepted as of July 6, 2004, and accordingly, the above-mentioned notice is extended until January 20, 2005.

The bond covers operations conducted by or on behalf of the obligor/operator on the above-mentioned notice.

The pledge for the bond is a CD written by the financial institution named above. The CD will be retained in this office until all terms and conditions of the operations have been fulfilled or until a satisfactory replacement bond has been accepted. If the term of the CD expires prior to release or replacement of the bond, the obligor may request the return of the certificate only by providing a replacement certificate made payable to the Department of the Interior-BLM, and bearing interest payable to the obligor or some other

party. Otherwise, the certificate will be redeemed or retained for potential redemption to guarantee fulfillment of the obligor's obligations on the above-mentioned notice.

Please be advised that release of the funds in the account to any party will be allowed only after Secretarial approval is given to the financial institution through the BLM Utah State Office. Also, any penalties for early redemption of the CD account will be paid from the obligor's interest earned and not from the principal amount of the CD.

If you have any questions, please contact Opolonia Abeyta at (801) 539-4123.

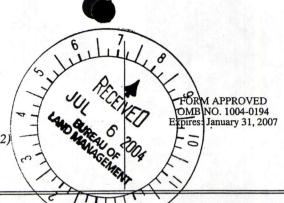
/ James F. Kohler

James F. Kohler, Chief, Branch of Solid Minerals

cc: Pete Sokolosky, Vernal Field Office (UT-080) Terry Snyder, Utah State Office, UT-923 Wayne Hedberg, UDOGM, File No. S/047/061 Form 3809-2 (January 2004) UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

### SURFACE MANAGEMENT PERSONAL BOND

Act of May 10, 1872, as amended (30 U.S.C. 22-54) Act of December 29, 1916, as amended (39 Stat. 862) Act of October 21, 1976, as amended (43 U.S.C.1732-35, 1782) Act of September, 13, 1982 (31 U.S.C. 9301 et seq.) Act of September 27, 1988 (102 Stat. 1776) Act of April 16, 1993 (43 U.S.C. 299)



Individual UTU 66378; or Statewide_		or Nationwide
(Enter BLM Serial No.)	(Enter Name of State, if applicable)	("Yes," if applicable)
WHOM ALL MEN DAY THEOR DESCRIPTO THAT	Alan Phone	
KNOW ALL MEN BY THESE PRESENTS, THAT	(name	)
of POBox 286 / 13 miles	North Hwy 149	Jersen Ut, 84035
	(address)	Le Hay How
as principal; is held firmly bound unto the United States	of America in the sum of	the Anolys - tille
hinced dallars + 1/10		U. S. dollars (\$\frac{1}{2300}\infty\$).
lawful money of the United States, which may be increase	sed or decreased by a rider hereto executed in the	e same manner as this bond.

The principal, pursuant to the authority conferred by Section 1 of the Act of September 13, 1982 (31 U.S.C. 9303), does hereby constitute and appoint the Secretary of the Interior to act as his attorney-in-fact for the purpose of negotiating the cash, letters of credit, savings accounts, certificates of deposit, or securities. The interest accruing on the United States securities, cash, or other instruments given above, in the absence of any default in the performance of any of the conditions, or stipulations set forth in this bond, the plan of operations/notice, must be paid to the principal. The principal hereby, for any heirs, executors, administrators, successors, and assignees, jointly and severally, ratifies and confirms whatever the Secretary will do by virtue of these presents

The Secretary will transfer this deposit for the faithful performance of any and all of the conditions and stipulations as set forth in this bond, the plan of operations/notice cited above, and the regulations at 43 CFR 3802 and 43 CFR 3809. In the case of any default in the performance of the conditions and stipulations of such undertaking, it is agreed that the Secretary will have full power to assign, appropriate, apply, or transfer the deposit, or any portion thereof, to the satisfaction of any damages, reclamation, assessments, penalties, or deficiencies arising by reason of such default.

### **BOND CONDITIONS**

- 1. WHEREAS, the principal has an interest in a mining claim(s), mill site(s), or tunnel site(s) and/or responsibility for operations and/or reclamation on the mining claim(s), mill site(s), tunnel site(s) or public lands under the Acts cited in this bond; and
- WHEREAS, the principal has filed an acceptable notice with the United States Department of the Interior, Bureau of Land Management (BLM) and/or
  received approval from the BLM of the plan of operations cited above and said plan of operations/notice contains certain stipulations and conditions;
  and
- 3. WHEREAS, the principal hereby waives any right to notice of, and agrees that this bond will remain in full force and effect notwithstanding:
  - a. Any transfer(s) in whole or in part, of any or all of the land covered by the plan of operations/notice further agrees to remain bound under this bond as to the interests in the plan of operations/notice retained by the principal; and
  - b. Any modification of the plan of operations/notice or obligations thereunder; and
- 4. WHEREAS, the principal hereby agrees that notwithstanding the cancellation or relinquishment of any mining claim(s), mill site(s), or tunnel site(s) covered by this plan of operations/notice, whether by operation of law or otherwise, the bond will remain in full force and effect as to the terms and conditions of the plan of operations/notice, and obligations covered by this bond; and
- 5. WHEREAS, the principal agrees that in the event of any default under the plan of operations/notice and/or reclamation plan the bond may be forfeited and, the United States, through the BLM, may commence and prosecute any claim, suit, or other proceeding against the principal without the necessity of joining the owner(s) of the mining claim(s), mill site(s), or tunnel site(s) covered by the plan of operations/notice; and
- 6. WHEREAS, if the principal fails to comply with the provisions of 43 CFR 3802 and 43 CFR 3809, the principal will also be subject to the applicable provisions and penalties of Sections 303 and 305 of the Federal Land Policy and Management Act of 1976, as amended (43 U.S.C. 1733 and 1735). This provision will not be construed to prevent the exercise by the United States of any other legal and equitable remedy, including waiver of the default; and

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false fictitious, or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

## **BOND CONDITIONS (Continued)**

- 7. WHEREAS, on the faith of the foregoing promises, representations, and appointments, and in consideration of this bond, the United States has accepted the notice or approved the plan of operations referenced herein.
- 8. NOW, THEREFORE, the condition of this obligation is such that if said principal(s), heirs, executors, administrators, successors, or assignees will, in all respects, faithfully comply with all of the provisions of the plan of operations/notice referenced herein, any amendments thereto, and the regulations at 43 CFR 3802 or 43 CFR 3809, then this obligation will be null and void; otherwise it will remain in full force and effect.

Executed this <u>June</u> day of <u>30</u>	,20 <u>04</u> :
State of Calorado	Principal 2300®
County of Routh	By Alan Chaw (Print name)
Subscribed and sworn to before me this fune day	Signature Man H Cheur
of 30,2004	Title Hew Account Rep.
Jana & Mirklich	Business Address 252 - W Deffector Hoylor CD. 81639
(Notary Public)	Hoylan CD. 81639
5-8-07 (Date Commission Expires)	(TIN or SSN No., if applicable)
DANA E. MICKLICH	
WE OF COLO	

If this bond is executed by a corporation, it should bear the seal of the corporation, if applicable.

#### NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 22 et seq.; 43 U.S.C. 1732[b] and 1782[c]; 31 U.S.C. 9301 et seq.; 43 CFR 3802 and 43 CFR 3809.

PRINCIPAL PURPOSE: Information is being used to establish financial responsibility for surface disturbance on public lands.

ROUTINE USES: BLM will only disclose the information according to the regulations at 43 CFR 2.56(d).

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is necessary to receive a benefit. Failure to disclose this information may result in BLM's rejection of your application.

The Paperwork Reduction Act of 1995 requires us to inform you that:

BLM collects this information to grant the right to conduct exploration and mining activities on public lands.

Response to this request is required to obtain a benefit.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

### **BURDEN HOURS STATEMENT**

Public reporting burden for this form is estimated to average 8 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0194), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Washington, D.C. 20240.

Opened: 06/14/04 Term: Month(s)	Tax   Number:		
Certificate of Deposit	Account Number:		
Amount of			
Deposit: Two thousand three hundred & no/100	\$ 2,300.00		
This Time Deposit is Issued to:	Issuer:		
	FIRST NATIONAL BANK OF THE ROCKIES		
ALAN H CHEW PAYABLE USDOI BLM	252 JEFFERSON AVE		
PO BOX 286	HAYDEN, CO 81639		
JENSEN UT 84035-0286	700		
### [			
Not Negotiable - Not Transferable - Additional terms are below.	By Clana / Uchlich		
	DANA MICKLICH		
Additional Terms and Disclosures			
This form contains the terms for your time deposit. It is also the	Minimum Balance Requirement: You must make a minimum deposit to		
are additional terms and disclosures on page two of this form, some of which explain or expand on those below. You should keep one copy of	open this account of \$1,000.00		
which explain or expand on those below. You should keep one copy of this form.	You must maintain this minimum balance on a daily basis to earn the		
Maturity Date: This account matures 06/14/09	annual percentage yield disclosed.		
	Withdrawals of Interest: Interest  accrued  credited during a		
Rate Information: The interest rate for this account is 3.7300 %	term can be withdrawn:		
with an annual percentage yield of 3.80 %. This rate will be			
paid until the maturity date specified above. Interest begins to accrue on	Early Withdrawal Penalty: If we consent to a request for a withdrawal		
the business day you deposit any noncash item (for example, a check).	that is otherwise not permitted you may have to pay a penalty. The		
Interest will be compoundeddaily	penalty will be an amount equal to: 90 days' interest		
Interest will be creditedquarterly			
added back to the certificate	interest on the amount withdrawn.		
The annual percentage yield assumes that interest remains on deposit until maturity. A withdrawal of interest will reduce earnings.	Renewal Policy:  Single Maturity: If checked, this account will not automatically		
☐ If you close your account before interest is credited, you will not renew. Interest ☐ will ☐ will not accrue after maturity			
receive the accrued interest.	Automatic Renewal: If checked, this account will automatically		
The NUMBER OF ENDORSEMENTS needed for withdrawal or any	renew on the maturity date. (see page two for terms)		
other purpose is:	Interest ☑ will ☐ will not accrue after final maturity.		
ACCOUNT OWNERSHIP: (select one and initial)			
Single Party Account	TIN:		
Multiple Party Account	Social Security or Employer's I.D. Number: A correct		
Trust - Separate Agreement dated:	taxpayer identification number is required for almost every type of account. A certification of this number is		
	also required and is contained on the first copy of this		
Rights at Death: (select one and initial)	certificate.		
Single Party Account	Backup Withholding - A certification that you are not		
Multiple Party Account with Right of Survivorship	subject to backup withholding is necessary for almost all accounts (except for persons who are exempt altogether).		
Multiple Party Account without Right of Survivorship	This certification is contained on the first copy of this		
Single Party Account with Pay on Death  Myltiple Porty Account with Right of Symptometric and Rose Porty	form. Failure to provide this certification when required will cause us to withhold a percentage of the interest		
Multiple Party Account with Right of Survivorship and Pay on Death	——————————————————————————————————————		
Pay On Death Beneficiaries: To add Pay On Death Beneficiaries' name one or more:	certification can result in serious federal penalties.		
	ENDORSEMENTS - SIGN ONLY WHEN YOU REQUEST WITHDRAWAL		
	x		
	X		

DEFINITIONS: "We," "our," and "us" mean issuer of this account and "you" and "your" mean the depositor(s). "Account" means the original certificate of deposit as well as the deposit it evidences. "Party" means a person who by the terms of the account, has a present right, subject to request, to payment from a multiple-party account.

**TRANSFER:** "Transfer" means any change in ownership, withdrawal rights, or survivorship rights, including (but not limited to) any pledge or assignment of this account as collateral. You cannot transfer this account without our written consent.

PRIMARY AGREEMENT: You agree to keep your funds with us in this account until the maturity date. (An automatically renewable account matures at regular intervals.) You may not transfer this account without first obtaining our written consent. You must present this certificate when you request a withdrawal or a transfer.

This account is void if the deposit is made by any method requiring collection (such as a check) and the deposit is not immediately collected in full. If the deposit is made or payable in a foreign currency, the amount of the deposit will be adjusted to reflect final exchange into U.S. dollars.

We may change any term of this agreement. Rules governing changes in interest rates have been provided. For other changes we will give you reasonable notice in writing or by any other method permitted by law.

If any notice is necessary, you all agree that the notice will be sufficient if we mail it to the address listed on page one of this form. You must notify us of any change.

WITHDRAWALS AND TRANSFERS: Only those of you who sign the permanent signature card may withdraw funds from this account. (In appropriate cases, a court appointed representative, a beneficiary of a trust or pay-on-death account whose right of withdrawal has matured, or a newly appointed and authorized representative of a legal entity may also withdraw from this account.) The specific number of you who must agree to any withdrawal is written on page one in the section bearing the title "... Number of Endorsements .... " This means, for example, that if two of you sign the signature card but only one endorsement is necessary for withdrawal then either of you may request withdrawal of the entire account at any time.

These same rules apply to define the names and the number of you who can request our consent to a transfer.

PLEDGES: Any pledge of this account (to which we have agreed), must first be satisfied before the rights of any joint account survivor, pay-on-death beneficiary or trust account beneficiary become effective. For example, if one joint tenant pledges the account for payment of a debt and then dies, the surviving joint tenant's rights in this account are subject first to the payment of the debt.

OWNERSHIP OF ACCOUNT AND BENEFICIARY DESIGNATION: You intend these rules to apply to this account depending on the form of ownership and beneficiary designation, if any, specified on page 1. We make no representations as to the appropriateness or effect of the ownership and beneficiary designations, except as they determine to whom we pay the account funds.

Single-Party Account - Such an account is owned by one party.

Multiple-Party Account - Parties own account in proportion to net contributions unless there is clear and convincing evidence of a different intent.

Trust Account Subject to Separate Agreement - We will abide by the terms of any separate agreement which clearly pertains to this certificate and which you file with us. Any additional consistent terms stated on this form will also apply.

#### RIGHTS AT DEATH:

Single-Party Account - At death of party, ownership passes as part of party's estate.

Multiple-Party Account with Right of Survivorship - At death of party, ownership passes to surviving parties. If two or more parties survive and one is the surviving spouse of the deceased party, the amount

to which the deceased, immediately before death, was beneficially entitled by law belongs to the surviving spouse. If two or more parties survive and none is the spouse of the decedent, the amount to which the deceased party, immediately before death, was beneficially entitled by law belongs to the surviving parties in equal shares.

Multiple-Party Account without Right of Survivorship - At death of party, deceased party's ownership passes as part of deceased party's

estate

Single-Party Account with POD (Pay-On-Death) Designation - At death of party, ownership passes to POD beneficiaries and is not part of party's estate.

Multiple-Party Account with Right of Survivorship and POD (Pay-on-Death) Designation - At death of last surviving party, ownership passes to POD beneficiaries and is not part of last surviving party's estate.

SET-OFF: You each agree that we may (without prior notice and when permitted by law) set off the funds in this account against any due and payable debt owed to us now or in the future, by any of you having the right of withdrawal, to the extent of such person's or legal entity's right to withdraw. The amount subject to set-off is that proportion to which you are or were immediately before your death, beneficially entitled, and in the absence of proof of net contributions, to an equal share with all parties having present rights of withdrawal. If the debt arises from a note, "any due and payable debt" includes the total amount of which we are entitled to demand payment under the terms of the note at the time we set off. including any balance the due date for which we properly accelerate under the note. This right of set-off does not apply to this account if: (a) it is an Individual Retirement Account or other tax-deferred retirement account, or (b) the debt is created by a consumer credit transaction under a credit card plan, or (c) the debtor's right of withdrawal arises only in a representative capacity. You agree to hold us harmless from any claim arising as a result of our exercise of our right of set-off.

BALANCE COMPUTATION METHOD: We use the daily balance method to calculate the interest on this account. This method applies a daily periodic rate to the principal in the account each day.

TRANSACTION LIMITATIONS: You cannot make additional deposits to this account during a term (other than credited interest). You cannot withdraw principal from this account without our consent except on or after maturity. (For accounts that automatically renew, there is a grace period after each renewal date during which withdrawals are permitted without penalty.)

In certain circumstances such as the death or incompetence of an owner of this account, law permits, or in some cases requires, the waiver of the early withdrawal penalty.

FOR ACCOUNTS THAT AUTOMATICALLY RENEW: Each renewal term will be 60 MONTHS, beginning on the maturity date (unless we notify you, in writing, before a maturity date, of a different term for renewal).

You must notify us in writing before, or within a 10 day grace period after, the maturity date if you do not want this account to automatically renew.

Interest earned during one term that is not withdrawn during or immediately after that term is added to principal for the renewal term.

The rate for each renewal term will be determined by us on or just before the renewal date. You may call us on or shortly before the maturity date and we can tell you what the interest rate will be for the next renewal term. On accounts with terms of longer than one month we will remind you in advance of the renewal and tell you when the rate will be known for the renewal period.

See your plan disclosure if this account is part of an IRA or Keogh.

096-10-118

